

Message Text

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PAGE 01 ABU DH 00545 271016Z
ACTION NEA-10

INFO OCT-01 EUR-12 ISO-00 SOE-02 AID-05 CEA-01 CIAE-00
COME-00 DODE-00 EB-08 DOE-11 H-01 INR-10 INT-05
L-03 NSAE-00 NSC-05 OMB-01 PM-05 USIA-06 OES-07
SP-02 SS-15 STR-07 TRSE-00 ACDA-12 PA-01 /130 W
-----049270 271337Z /45

R 270052Z FEB 78
FM AMEMBASSY ABU DHABI
TO SECSTATE WASHDC 7426
INFO AMEMBASSY DOHA
AMEMBASSY JIDDA
AMEMBASSY KUWAIT
AMEMBASSY LONDON
AMEMBASSY MANAMA
AMEMBASSY MUSCAT
AMEMBASSY TEHRAN

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E.O. 11652: NA
TAGS: ENRG, EINV, TC, IR
SUBJECT: TAX AND ROYALTY PROBLEM FOR CRESCENT PETROLEUM

REF: ABU DHABI 0544

FOLLOWING IS TEXT OF LETTER DATED FEB. 25, 1978 FROM
RULER OF SHARJAH ADDRESSED TO SHAREHOLDERS OF CRESCENT
PETROLEUM SETTING FORTH NEW FISCAL TERMS FOR SHARJAH
CONCESSION.

BEGIN TEXT: AFTER GREETING,

REFERENCE IS MADE TO THE INCREASES IN THE RATE OF
INCOME TAX AND IN THE RATE OF ROYALTY, CULMINATING TO
85 PERCENT AND 20 PERCENT, RESPECTIVELY, EFFECTIVE
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IN THE AREA SINCE NOVEMBER 1, 1974.

REFERENCE IS FURTHER MADE TO THE PROVISIONS OF
ARTICLE 37 OF THE AGREEMENT, DATED DECEMBER 29,
1969.

WE ARE HEREBY NOTIFYING YOU THAT, CONSIDERING

YOUR REPORTS AND EXPLANATIONS SUBMITTED TO OUR
REPRESENTATIVES, AND WITH DUE REGARD TO YOUR
OPERATING CONDITIONS, THE FOLLOWING FISCAL TERMS
SHALL APPLY TO YOUR OPERATIONS UNDER THE SAID
AGREEMENT:

INCOME TAX RATE 77 PERCENT, EFFECTIVE JULY 1, 1976.

ROYALTY RATE 14.5 PERCENT, EFFECTIVE JULY 1, 1976.

YOU ARE HEREBY REQUIRED TO EFFECT PAYMENT OF THE
PAST DUES, ACCRUED AS A RESULT OF THE IMPLEMENTATION
OF THE ABOVE TERMS, AS SSON AS POSSIBLE.

YOUR COOPERATION IN THIS MATTER IS HIGHLY APPRECIATED.

WITH BEST REGARDS,
SULTAN BIN MOHAMED AL-QASIMI
RULER OF SHARJAH & DEPENDENCIES.

END QUOTE.
DICKMAN

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: PETROLEUM INDUSTRY, TAXES
Control Number: n/a
Copy: SINGLE
Draft Date: 27 feb 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978ABUDH00545
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780089-0627
Format: TEL
From: ABU DHABI
Handling Restrictions: n/a
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ISecure: 1
Legacy Key: link1978/newtext/t19780211/aaaaaiyd.tel
Line Count: 84
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: b88608ce-c288-dd11-92da-001cc4696bcc
Office: ACTION NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
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Page Count: 2
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Previous Handling Restrictions: n/a
Reference: 78 ABU DHABI 544
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3450665
Secure: OPEN
Status: NATIVE
Subject: TAX AND ROYALTY PROBLEM FOR CRESCENT PETROLEUM
TAGS: ENRG, EINV, TC, IR, CRESCENT PETROLEUM
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/b88608ce-c288-dd11-92da-001cc4696bcc
Review Markings:
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